



FmHA AN No. 2923 (1951-S)
November 29, 1993

SUBJECT: Farmer Programs Delinquent Large Loan Reporting

TO: State Directors

ATTN: Farmer Programs Chiefs

PURPOSE/INTENDED OUTCOME:

The purpose of this Administrative Notice (AN) is to establish guidelines which reduce reporting burdens and sharpen the reporting focus upon action planning by State Offices to resolve delinquent large loans and to report the status and results of those efforts.

COMPARISON WITH PREVIOUS AN:

This AN modifies guidelines set out in FmHA AN No. 2641(1951), which was issued on September 9, 1992 and expired on September 30, 1993.

IMPLEMENTATION RESPONSIBILITIES:

Effective immediately, the reporting frequency for initial Large Loan Reports (LLR) and Status Update Reports (SUR) is changed from quarterly to semi-annually. The next due date for the LLR's and the SUR's is January 31, 1994, and the subsequent reporting due date is July 31, 1994. State Offices should ensure that these reporting dates are met, which will expedite processing of servicing requests in the National Office.

By reducing the reporting frequency, the intent is to place greater emphasis upon strategy and action planning for resolution of delinquent large loans. In situations where the State Offices have included action plans with clearly defined strategic objectives, steps and expected results and a realistic timetable, the Large Loan Servicing Group (LLSG) has been able to become more actively and effectively involved and has been able to assist States in resolving loans more expeditiously. Therefore, action plans in the SUR's to be submitted January 31, 1994, should, on FAP flagged accounts, for example, indicate the goals, the contemplated means, and timetables for liquidation of collateral once the foreclosure suspension is lifted. On BAP flagged accounts, action plans should indicate how the strategy and actions contemplated, such as filing a motion for relief from the automatic stay or objections to a plan, will permit FmHA to more expeditiously resolve delays in bankruptcy cases.

EXPIRATION DATE:
October 31, 1994


FILING INSTRUCTIONS:
Preceding FmHA Instruction 1951-S



During fiscal year 1994, the LLSG will continue conducting detailed portfolio reviews of States' action plans and SUR's through direct visits with Farmer Program Chiefs and Problem Loan Coordinators. The LLSG reviews will be focused on those states with 25 or more delinquent large loans in their portfolios, as those states have separate goals for resolution of delinquent large loans in fiscal year 1994.

Please contact Tim Branner, Large Loan Servicing Group, at 202-690-1096 if there are any questions regarding the reporting. The facsimile number for the LLSG is 202-690-4727.

ANY REVISIONS OR MODIFICATIONS TO THIS AN THAT YOU WISH TO PUBLISH AS A STATE DIRECTIVE MUST BE SUBMITTED AND APPROVED BY THE DEPUTY ADMINISTRATOR PROGRAM OPERATIONS BEFORE IT IS RELEASED FOR IMPLEMENTATION IN YOUR STATE. THE ONLY EXCEPTION TO THIS REQUIREMENT IS WHEN THE REVISION OR MODIFICATION IS NECESSARY FOR COMPLIANCE WITH STATE LAW.


SHARRON S. LONGINO
Acting Administrator